THE MINISTER OF STATE OF THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGRO AND RURAL INDUSTRIES (SHRIMATI VASUNDHARA RAJE): (a) and (b) Yes, Sir.

(c) The major recommendations of the study group include a three tier definition for small enterprises, a comprehensive law for the sector including simplification of procedures, continuation of reservation, selective enhancement of investment limit, creation of corpus for infrastructural development and incubation centres, improving flow of credit, through raising limit of composite loans, various financial and fiscal measures such as raising of excise exemption limit and other measures, schemes for technology upgradation, marketing etc.

(d) Government already provides infrastructural faculties for the small scale and tiny sector in the country through the Integrated Infrastructural Development Scheme (IID) which is being continued in the current year. This scheme has now been extended to all areas of the country with 50% reservation for rural areas.

Loans to SSIs

† 2111. SHRI KHAN GHUFRAN ZAHIDI: Will the Minister of SMALL SCALE INDUSTRIES AND AGRO AND RURAL INDUSTRIES be pleased to state:

(a) whether Government propose to provide loans to the Small Scale Industries in proportion to their production; and

(b) if so, the details thereof?

THE MINISTER OF STATE OF THE MINISTRY OF SMALL SCALE INDUSTRIES AND AGRO AND RURAL INDUSTRIES (SHRIMATI VASUNDHARA RAJE): (a) and (b) Yes, Sir. The Reserve Bank of India has advised all Banks to provide working capital limits computed on the basis of minimum 20% of the projected annual turnover to Small Scale Industrial Units requiring aggregate fund based working capital limits upto Rs. 5 crore from the banking system.

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† Original notice of the Question was received in Hindi.